By: Lucio III H.B. No. 1318

Substitute the following for H.B. No. 1318:

By: Larson C.S.H.B. No. 1318

A BILL TO BE ENTITLED

1 AN ACT

2 relating to regulation of production of wells for retail public

- 3 utilities by a groundwater conservation district.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 36.116(c), Water Code, is amended to
- 6 read as follows:
- 7 (c) In regulating <u>a retail public utility's</u> [the]
- 8 production of groundwater based on tract size or acreage, a
- 9 district shall [may] consider the aggregate contiguous acreage
- 10 owned or leased by the retail public utility in the district. A
- 11 district shall also consider the aggregate contiguous acreage owned
- 12 or leased by the retail public utility's customers inside the
- 13 <u>district if the customer dedicates its acreage for this purpose in</u>
- 14 an amount of acreage per customer sufficient to provide service to
- 15 that customer, but not to exceed five acres per customer. The
- 16 district may not include the acreage associated with a customer's
- 17 permitted wells and registered wells with the aggregated acreage
- 18 <u>dedicated to the retail public utility</u> [service needs or service
- 19 area of a retail public utility]. The board shall record in its
- 20 minutes the factors provided by this subsection considered by the
- 21 district. For the purposes of this subsection:
- 22 (1) "Retail[, "retail] public utility" has [shall
- 23 have] the meaning assigned [provided] by Section 13.002.
- 24 (2) "Contiguous acreage" includes acreage connected

C.S.H.B. No. 1318

- 1 through a retail public utility's distribution system.
- 2 SECTION 2. This Act takes effect September 1, 2017.